

FISCAL NOTE

SB 659 - HB 1451

March 13, 2001

SUMMARY OF BILL: Requires all financial institutions to comply with consumer protection provision pertaining to debt consolidation loans that result in borrower's owner-occupied residence becoming collateral or security for such loan. A violation of the provisions of this bill constitutes an unfair or deceptive trade practice under the *Tennessee Consumer Protection Act of 1977* and is punishable through civil penalties.

ESTIMATED FISCAL IMPACT:

Increase State Revenues - Not Significant

Increase State Expenditures - Not Significant

Estimate assumes that:

- any increase in state revenues from the levying and collection of civil penalties for violations of the provisions of the bill will not be significant.
- any increase in expenditures associated with the investigation of violations of the provisions of this bill will not be significant.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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